

ESO 2408

INPUTS FOR FARMING

1998 OUTLOOK

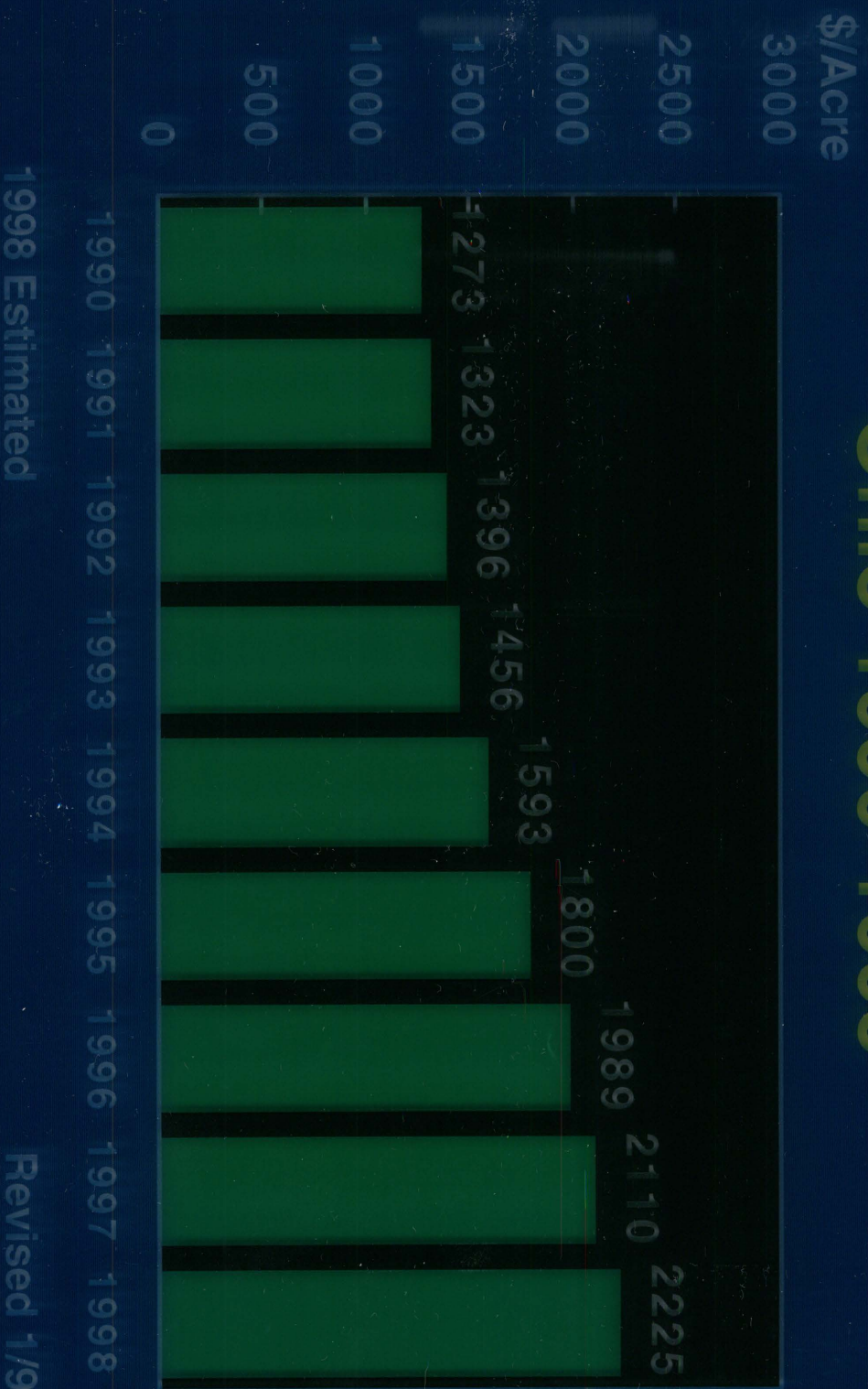
By

**Allan E. Lines
Extension Economist
The Ohio State University**

March 1998

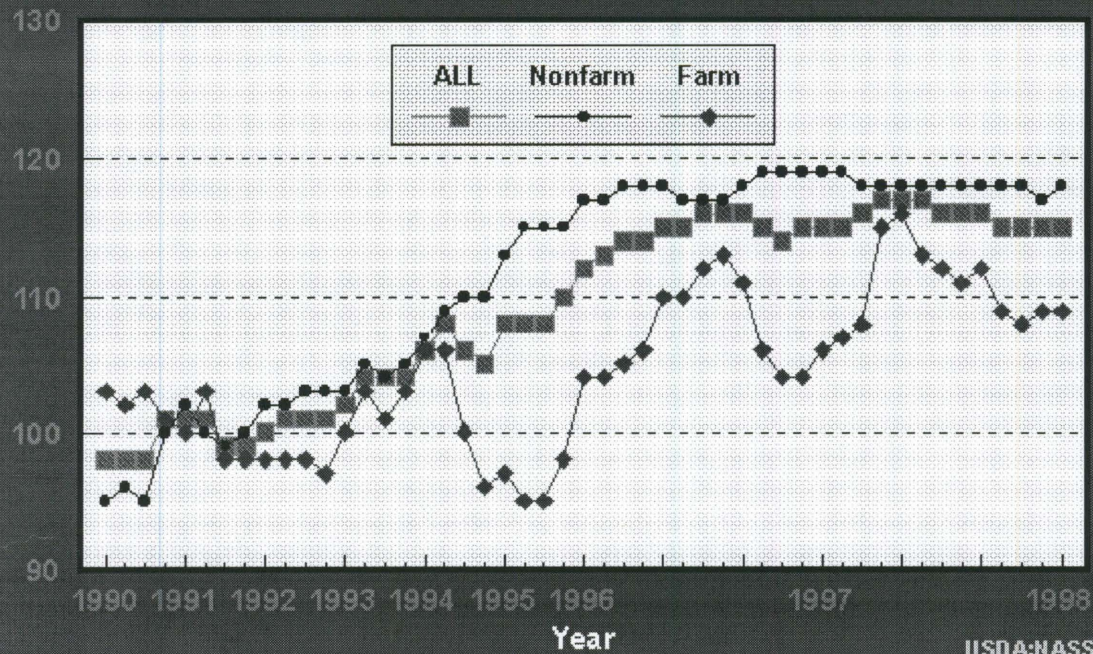
Farmland and Buildings Value

Ohio 1990-1998



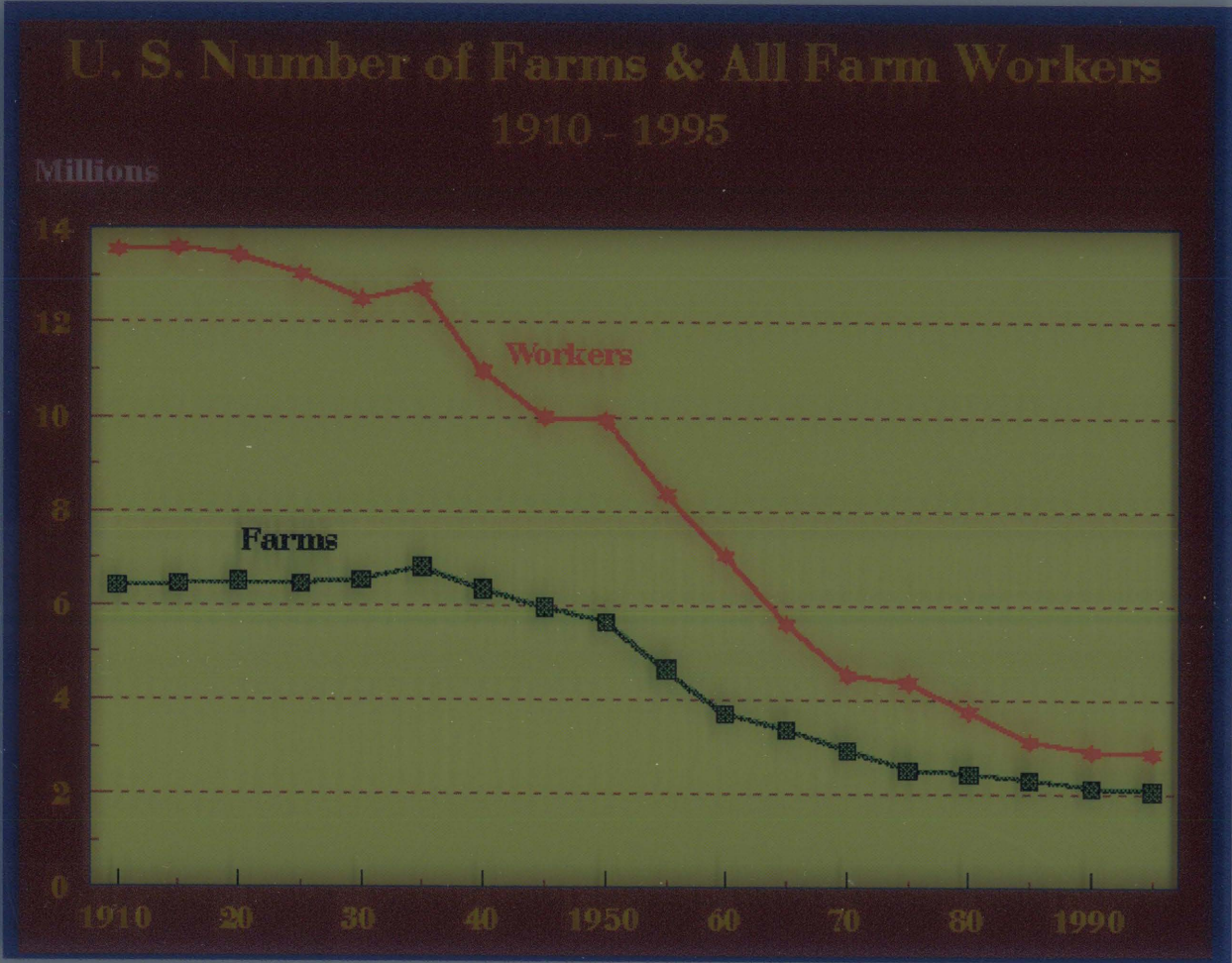
Prices Paid by Farmers, Indexes, All Production Items US, By Sector Origin 1/

Percent (1990-92=100)



1/ Index values are monthly beginning in 1996.

USDA:NASS
January 30, 1998



Percent Change in Expense 1989 - 1998

	Comparison Period	
	3 year average	1 year
Farm Inputs	13	(15)
Manufactured Inputs	30	(39)
Interest	2	(-4)
Labor	36	(56)
Machine (repair/hire)	28	(33)
Depreciation	5	(5)
Rent	44	(48)
Equity	33	(43)

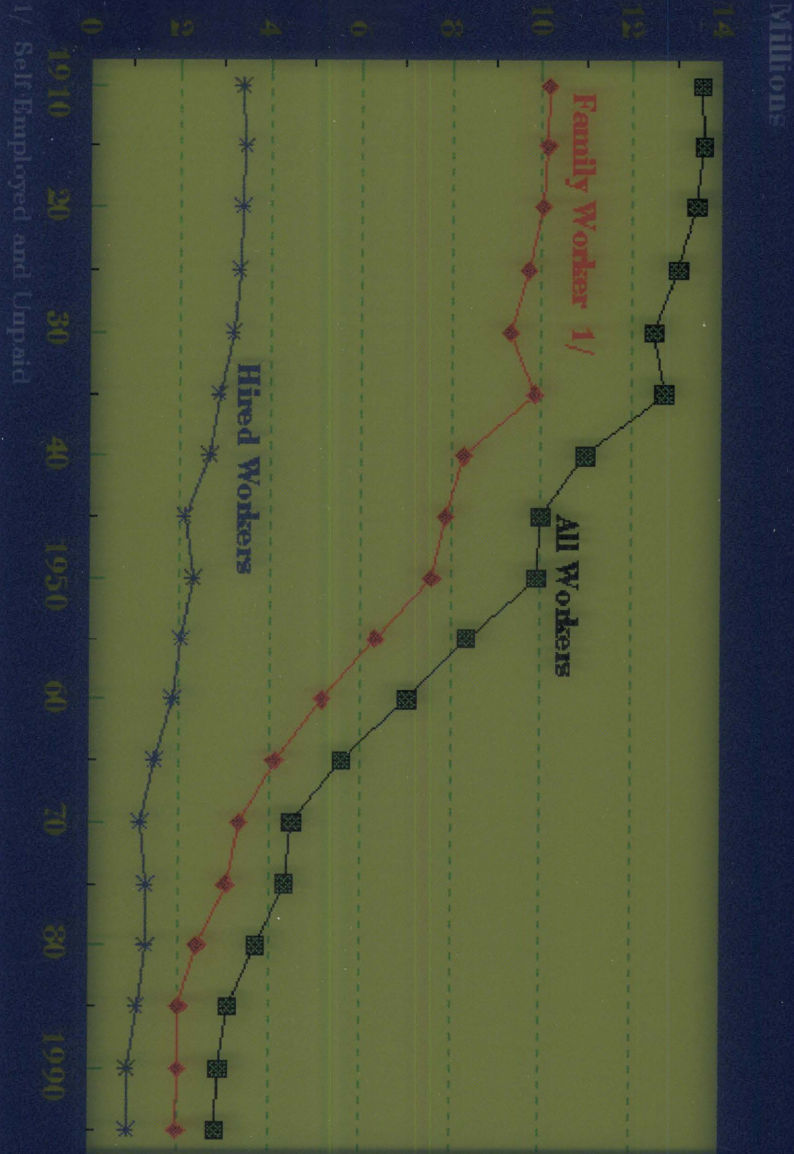
% Change in Expense '89-'98

Comparison Period

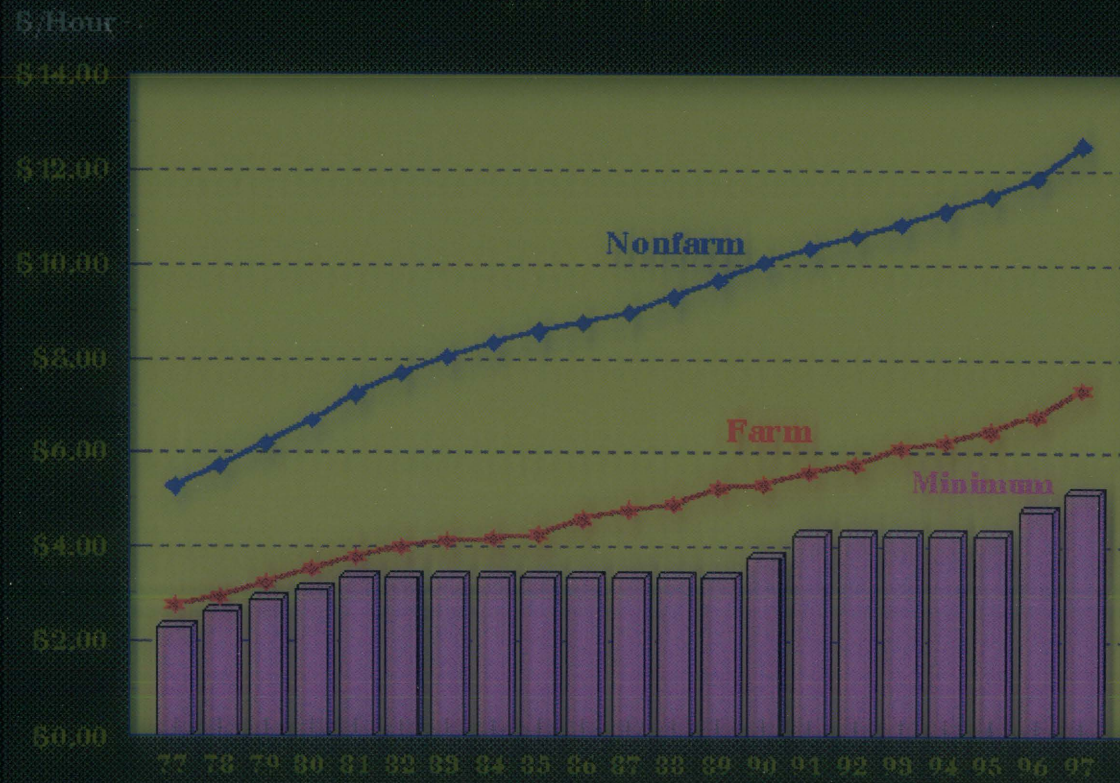
3yr Avg 1yr

Farm Inputs	13	(15)
manufactured Inputs	30	(39)
Interest	2	(-9)
Labor	36	(56)
Machine (repair/hire)	28	33
Depreciation	5	(5)
Rent	44	(48)
Equity	33	(43)

U.S. Farm Workers, by Type 1910 - 1995



A Comparison of U.S. Wage Rates 1977 - 1997



Price of Money

	Banks	
	Long	Short
1981	16.75	18.50
1985	12.96	12.80
1990	11.69	11.40
1993	8.64	7.50
1994	9.20	7.70
1995	9.97	9.50
1996	9.38	8.50
1997	9.33	9.25
1998 (est)	8.75	8.65

PRICE OF MONEY

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1998 (est)	8.75	8.65

FARM LOAN LOSSES

\$ Billion

1986	3.78	(11% FmHA)
1990	3.36	(95% FmHA)
1991	2.54	
1992	2.14	
1993	1.92	
1994	1.44	
1995	1.16	
1996	1.57	
1997	0.80	(94% FmHA)

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CAPITAL USE

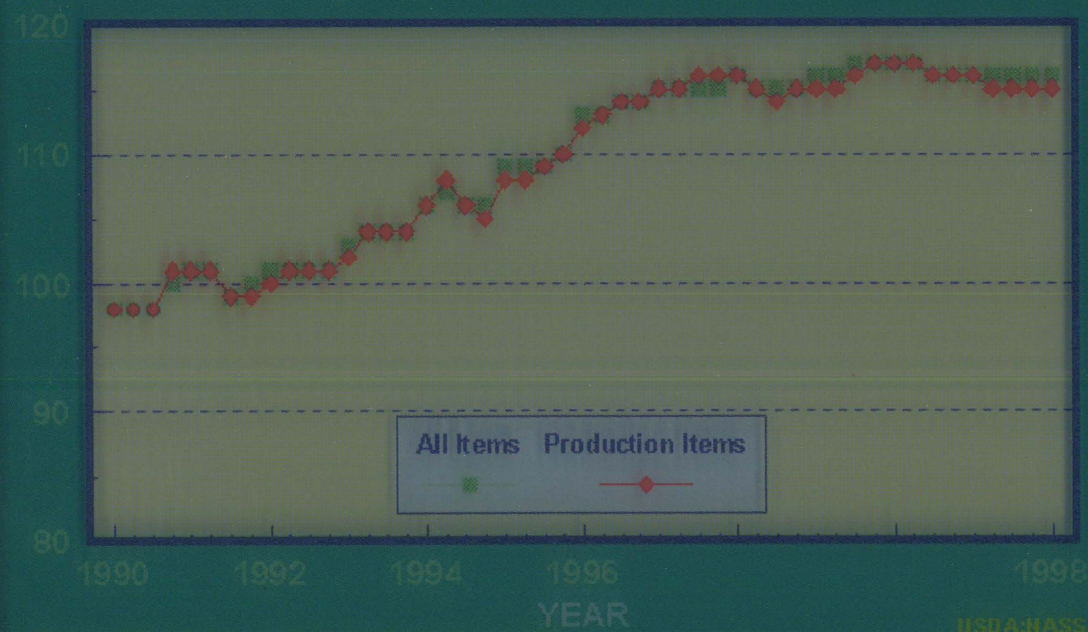
	Equity	Debt	Total
	\$ Billion		
1989	674	138	812
1990	702	138	840
1991	704	139	843
1992	730	139	869
1993	769	142	911
1994	796	147	943
1995	834	151	985
1996	889	156	1035
1997	921	163	1083
1998 (est)	964	168	1132
% increase	43	22	39

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% ↑	43	22	39

Prices Paid by Farmers, Major Indexes US, by Quarter and Month 1/

Percent (1990-92=100)

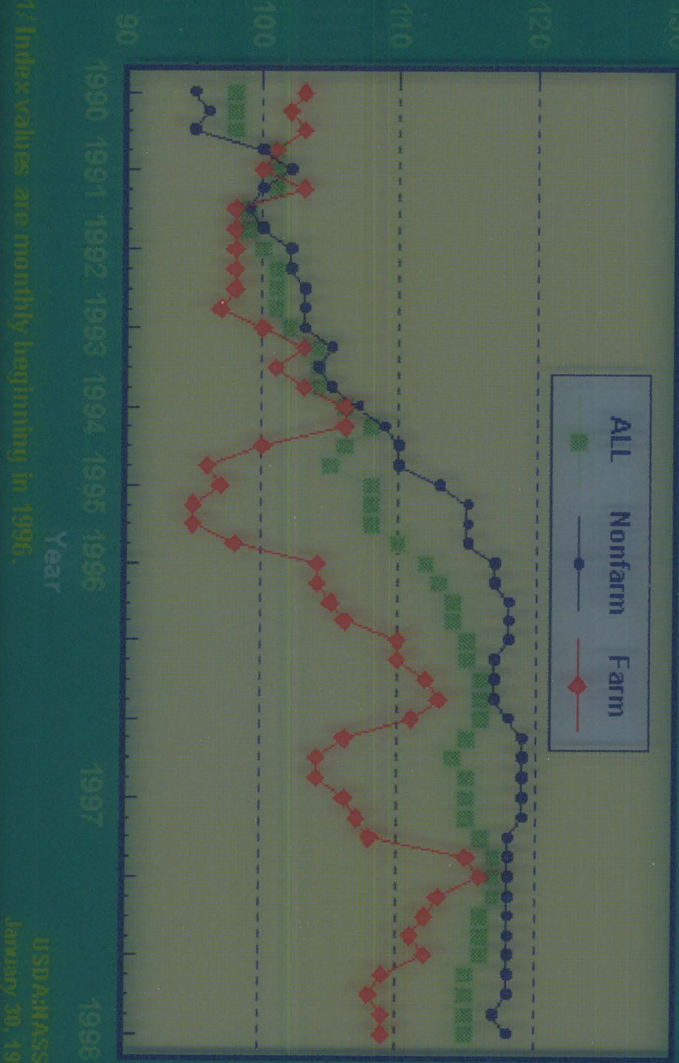


1/ Index values are monthly beginning in 1996.

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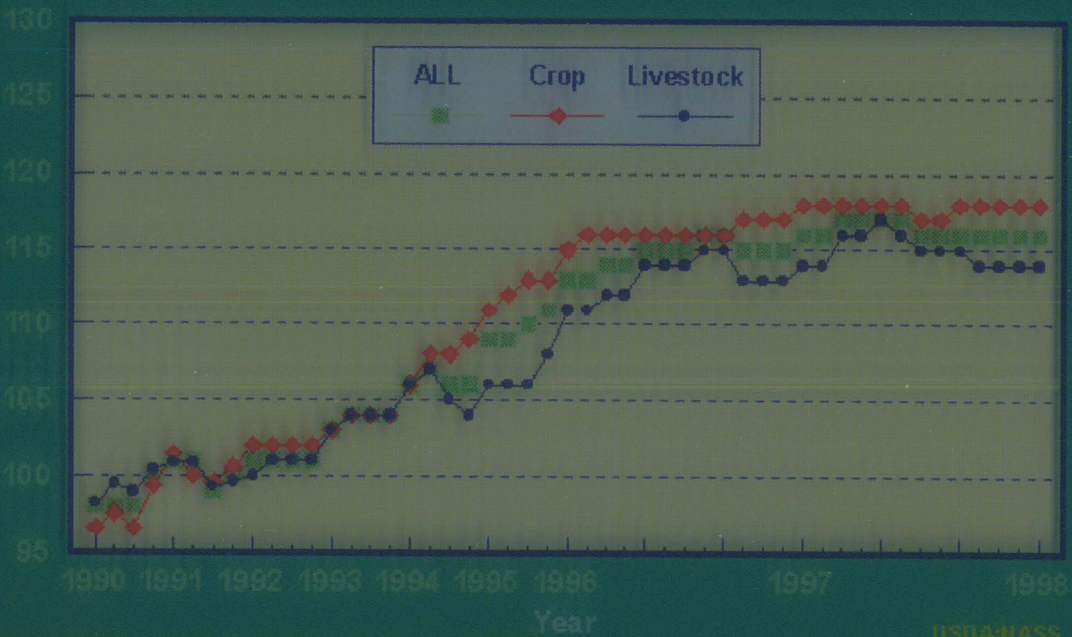
Prices Paid by Farmers, Indexes, All Production Items US, By Sector Origin 1/

Percent (1990-92=100)



Prices Paid by Farmers, Indexes, All Items US, By Farm Type 1/

Percent (1990-92=100)

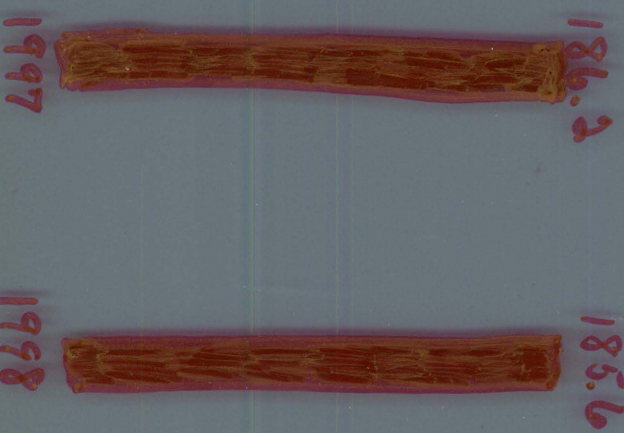


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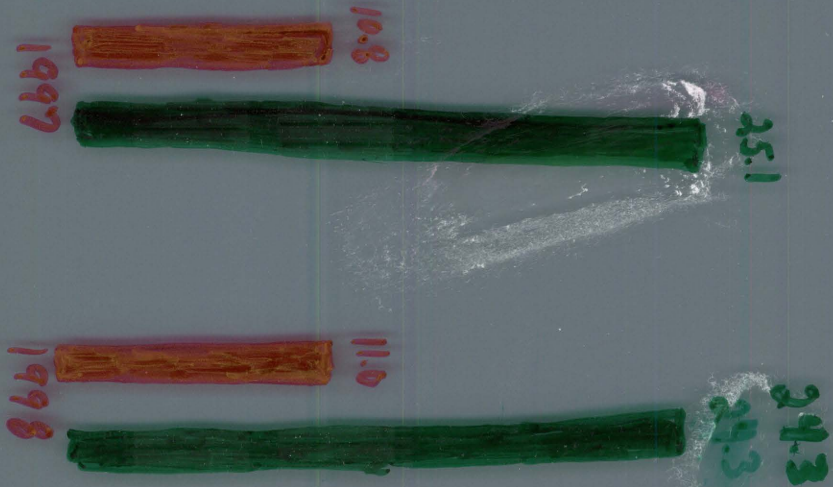
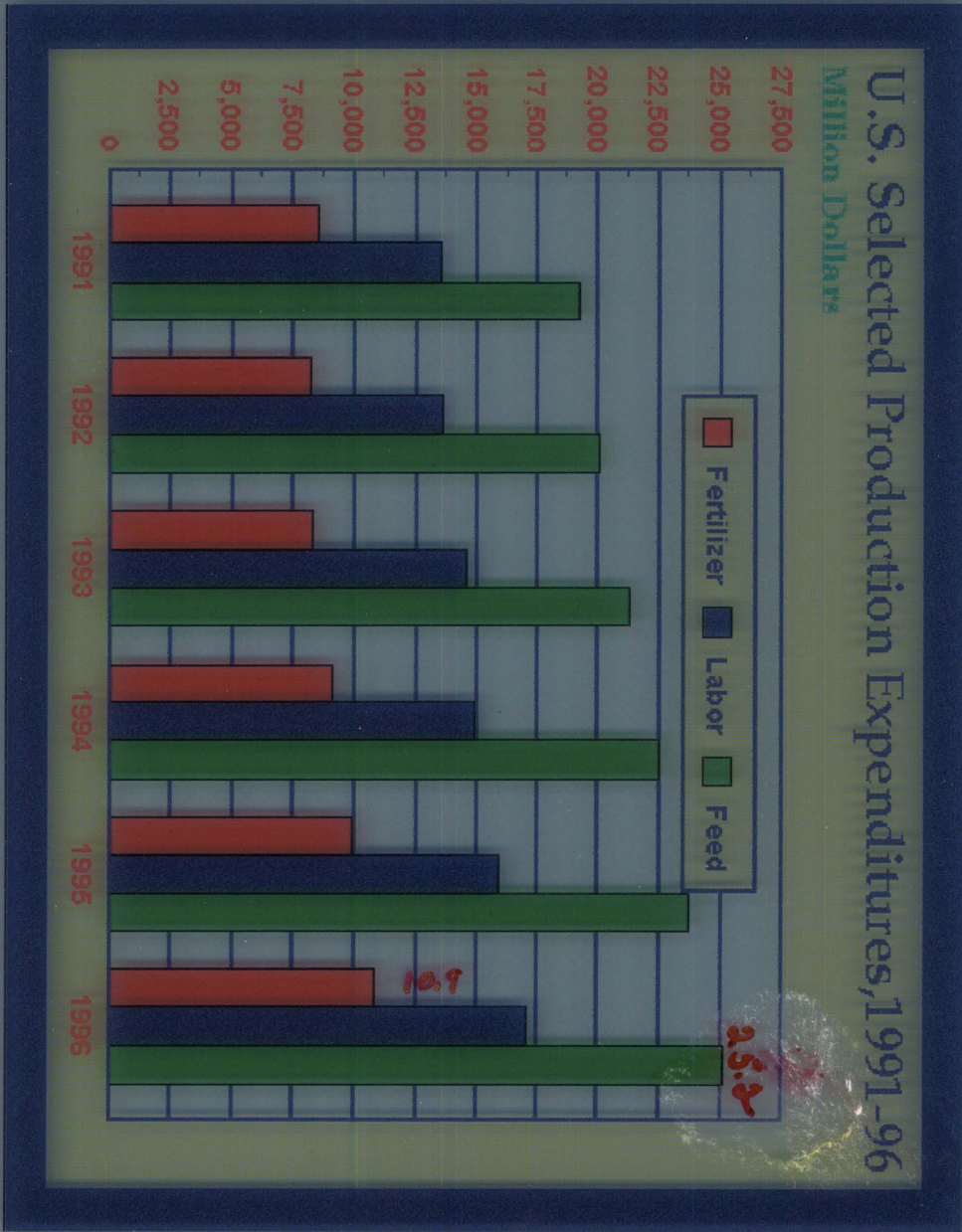
USDA:NASS
January 30, 1998

Total Farm Production Expenditures United States, 1987-1996

Billion \$



A new chart
w/ carefully
drawn
additions



A new chart
w/ carefully
sanitized
addition

**Farm Production Expenditures:
Major Input Items by Percent of Total
United States, 1996**

